5/601/056

From: <eginouve@blm.gov> To: <epartner77@gmail.com> CC: <tommunson@utah.gov> Date: 8/31/2011 5:14 PM

Subject: Expired Lost Gems Notice, BLM file UTU-78613, DOGM file S/001/0056

Mr. Penney:

I am writing as a follow-up to the certified letter you received on February 14, 2011, informing you that the Lost Gems exploration notice had expired and the need for site reclamation. It will be necessary to carry out the necessary earthwork reclamation and seed the reclaimed areas this fall to avoid bond forfeiture procedures for this site.

If you are considering re-authorizing this site, please be informed that all new notices/plan of operations that involve possible common varieties of stone are subject to the procedures set forth at 43 CFR 3809.101. A mineral examiner out of the BLM Utah State Office would be assigned to make a preliminary determination of locatability of the stone you would be removing from the site. If that examiner could not conclude the stone was clearly an "uncommon variety" subject to location under the mining law, the procedures 3809.101 would apply to re-authorizing the site.

I would strongly recommend you contact me ASAP regarding your options for bringing this site into compliance.

Ed Ginouves Minerals Specialist BLM - Cedar City Field Office 176 East DL Sargent Drive Cedar City, UT 84721 435-865-3040

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